

Headquarters U.S. Air Force

Integrity - Service - Excellence

Inventory Efficiency AF Approach to PBD 422 Update



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**HQ AF/ILGP
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Overview

- **Background**
- **Tinker and Lackland Initiatives**
- **What's Next?**
- **Summary**



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Background

- **PBD 422 eliminated DLA managed Service owned retail inventory**
- **AF submitted three alternatives ; OSD approved**
 - **Eliminate co-located stocks at ALCs**
 - **Push vs Pull at operational bases (TBD)**
 - **Regional stockage of low demand items (FY 04)**
 - **Provide visibility and usage data to DLA**
- **Tinker selected as initial test site**
- **Different initiative at Lackland added later**



Tinker Initiative

- **Tinker initiative eliminates co-located stocks**
- **Joint AF/DLA working groups**
 - **Materiel Management**
 - **Financial**
- **Initial candidate items selected (??? Items)**
 - **Tinker only user**
 - **AF will attrit stocks**
 - **Provide DLA usage data during attrition**
- **Draft business rules developed and in coordination**



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Tinker Initiative

(cont'd)

- Metrics being finalized
 - Customer Wait Time
 - Physical Delivery Time
 - Supply Availability
 - Backorder Age
 - Financial (cost savings and avoidance)
- Next meeting scheduled for 29 May
 - Finalize processes and business rules
 - Start high level coordination
 - Start initiative 30 Jun 03



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Lackland Initiative

- Initiative with DSCP to contract Apparel Research Network to run issue function
- Transfer materiel to DLA for basic military training clothing support
 - MOA developed between AETC and DSCP
- Obtained SAF/FMB approval to transfer \$1M in inventory to DLA
- Site survey scheduled for Jun 03
- Start date scheduled for 1 Oct 03
 - Working to accelerate start date



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What's Next?

- **Eliminate co-located stocks at other ALC's**
 - **Identify stocks common to other ALC's**
 - **Develop business rules and metrics**
- **Transfer support for Junior ROTC clothing requirements to DLA**
 - **Identifying POC's at each location**
 - **Begin transfer in FY 04**



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Summary

- Both initiatives progressing well
- Some concern about stock outages at ALC's
- However, no major issues identified
- Working groups very effective
- Quarterly reviews on both initiatives